COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

`THE EFFECTS OF THE FEDERAL TAX)
REFORM ACT OF 1986 ON THE RATES OF) CASE NO. 9779
KENTUCKY POWER COMPANY)

ORDER

On July 1, 1987, Kentucky Power Company ("Kentucky Power") filed a Petition for Rehearing on certain portions of the Commission's June 11, 1987, Order. Kentucky Power requests that it be allowed to continue its existing policy on contributions in aid of construction and customer advances until a final policy determination is made by the Commission in a soon to be opened administrative case. The Commission finds that Kentucky Power's petition should be granted for purposes of further consideration only.

IT IS THEREFORE ORDERED that Kentucky Power's Petition for Rehearing be and it hereby is granted for purposes of further consideration.

Done at Frankfort, Kentucky, this 21st day of July, 1987.

PUBLIC SERVICE COMMISSION

Con

ATTEST: